

STATE OF CONNECTICUT

DEPARTMENT OF TRANSPORTATION

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NEWINGTON, CONNECTICUT 06131-7546



Office of the
Commissioner

An Equal Opportunity Employer

January 14, 2011

Mr. Gale A. Mattison
Chairman, Privatization Contract Committee
State Contracting Standards Board
State Office Building
165 Capitol Avenue, Room 173
Hartford, Connecticut 06106

Dear Mr. Mattison:

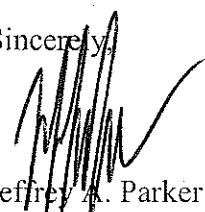
Subject: Cost Benefit Analysis for Railroad Bridge, Mast Arm and Sign Support
Inspections (Based on Analysis of FY 2010 Consultant Expenditures)

A transposition error was identified after the Department of Transportation (Department) submitted the Cost Benefit Analysis for Railroad Bridge, Mast Arm and Sign Support Inspections on December 20, 2010. This error was related to the analysis of the in-house expenditures associated with Railroad Bridge Inspections and affected the results of that portion of the analysis. Section II, subsection i, of the Department's analysis outlined a step which was performed to determine the percentage of the in-house payroll charges that would be required if State forces were to perform the work. The estimated percentages were switched, which overstated the estimated cost that would be required if State forces were to perform the inspections. As a result of this change the amount previously reported as Estimated State Forces Costs, in Section A of the Analysis Summary has been revised as follows:

Estimated State Forces Costs				
	Originally Reported Amount	Revised Amount	Originally Reported Percentage of Consultant Increase in Costs over State Forces	Revised Percentage
Analysis without Indirect Costs	\$ 2,881,738.11	\$ 2,574,055.74	0.6%	12.6%
Analysis with Indirect Costs	\$ 3,283,515.91	\$ 2,949,703.10	-10.2%	0.8%

It should be noted that since the analysis is based on FY 2010 costs, it does not take into account the proposed staffing changes required by the new Federal Railroad Administration's requirement of annual inspections for railroad bridges starting in March 2011.

Sincerely,



Jeffrey A. Parker
Commissioner

Enclosures

cc: Mr. Robert Dakers, Office of Policy and Management
Ms. Wanda Dupuy, Office of Policy and Management
Ms. Patti Maroney, Office of Policy and Management